5/037/0058 cc: wayne





United States Department of the Interior

BUREAU OF LAND MANAGEMENT Monticello Field Office P.O. Box 7 Monticello, UT 84535 http://www.blm.gov/utah/monticello



IN REPLY REFER TO: UTU-69788 (UTY-020)

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DIV. OF OIL, GAS & MINING

Colorado Plateau Partners LLC C/O Energy Fuels Resources Corporation 225 Union Blvd. Suite 600 Lakewood, CO 80228

Notice of Intent to Conduct Exploration, UTU-69788, Sage Exploration Project, Summit Canyon, San Juan County, Utah

Notice Complete

The subject Notice of Intent (NOI) to Conduct Exploration (Notice) was received in our office on April 1, 2013. Your Notice has been assigned case file No. UTU-69788. Please refer to this number in future communication concerning the project.

Completeness Review and Unnecessary or Undue Degradation Determination – Your Notice is complete and contains the information required by Bureau of Land Management (BLM) regulations at 43 CFR 3809.301. Your proposal, as stated in your Notice, is to re-enter the Sage Mine portal and vent shaft in order to evaluate underground mine conditions and conduct geologic exploration and water sampling. Your Notice also includes environmental sampling of the existing waste rock dump. All activity will occur within the existing 3-acre mine disturbance. The mine portal and vent shaft will be secured at all times. The existing mine road will be utilized for access. Upon completion of operations the mine portal and vent shaft will be resealed. Your NOI was reviewed by various BLM resource specialists who have determined that the proposed operations will not cause unnecessary or undue degradation (UUD) as defined at 43 CFR 3809.5.

BLM's determination that your Notice filing is complete and that your proposed operations will not cause UUD does not relieve you of your responsibility to comply with all applicable Federal, State and local laws and regulations. You must obtain all applicable Federal, State and local authorizations and permits. You must also reclaim all lands disturbed by your operations and take all measures needed to prevent UUD. This requires that you meet the performance standards specified by regulations at 43 CFR Subpart 3809.420.

BLM's determination does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; authorization to use any lands other than those administered by the BLM or; recognition of the economic feasibility of the proposed operations.

<u>Financial Guarantee</u> – The Sage Mine is currently permitted by the Utah Division of Oil, Gas, and Mining (UDOGM) under Permit to Commence Small Mining Operations (S/037/0058). The proposed exploration activities are directly related to the UDOGM small mine permit and will cause no additional surface disturbance beyond what is covered by the existing bond. Therefore, the UDOGM and the BLM concur that the existing \$20,800 bond for the small mine permit will also be applied to the BLM Notice. The bond amount is adequate to cover the estimated costs of reclamation and satisfies the requirements at 43 CFR 3809.500.

<u>Term of Notice</u> – Your Notice will remain in effect with the BLM for two (2) years from the date of approval of the reclamation surety, unless you notify this office beforehand that operations have ceased and reclamation is complete. If you wish to conduct operations for another two (2) years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

<u>Contact</u> – If you have questions concerning your Notice, please contact Ted McDougall of my staff at 435-587-1512.

Sincerely,

Dennis C. Teitzel

Acting Field Office Manager

cc:

Wayne Western
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
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